

At 31 December 2007

Balance sheets

	Notes	Group		Company	
		2007 £m	2006 £m	2007 £m	2006 £m
Non-current assets					
Intangible assets – goodwill	13	694	427	–	–
– other	14	59	9	–	–
Property, plant and equipment	15	215	183	–	–
Investments in joint ventures and associates	16	381	458	–	–
Investments	17	57	46	1,446	904
PFI/PPP financial assets	18	62	22	–	–
Deferred tax assets	25	125	102	1	–
Derivative financial instruments	21	3	2	2	2
Trade and other receivables	22	77	50	32	32
		1,673	1,299	1,481	938
Current assets					
Inventories	19	72	75	–	–
Due from customers for contract work	20	338	252	–	–
Derivative financial instruments	21	1	3	7	3
Trade and other receivables	22	881	626	610	416
Current tax assets		–	–	6	–
Cash and cash equivalents – PFI/PPP subsidiaries	24	3	–	–	–
– other	24	391	323	80	167
		1,686	1,279	703	586
Total assets		3,359	2,578	2,184	1,524
Current liabilities					
Trade and other payables	23	(1,718)	(1,289)	(1,268)	(757)
Due to customers for contract work	20	(415)	(265)	–	–
Derivative financial instruments	21	(6)	(1)	(7)	(3)
Current tax liabilities		(7)	(28)	–	(2)
Borrowings – PFI/PPP non-recourse term loans	24	(3)	–	–	–
– other	24	(16)	(17)	(95)	(13)
		(2,165)	(1,600)	(1,370)	(775)
Non-current liabilities					
Trade and other payables	23	(135)	(77)	(25)	(25)
Derivative financial instruments	21	(6)	–	(2)	(2)
Borrowings – PFI/PPP non-recourse term loans	24	(61)	(21)	–	–
– other	24	(1)	(1)	–	–
Deferred tax liabilities	25	(7)	(5)	–	–
Liability component of preference shares	28	(87)	(90)	(87)	(90)
Retirement benefit obligations	26	(286)	(288)	(9)	(8)
Provisions	27	(128)	(109)	(10)	(9)
		(711)	(591)	(133)	(134)
Total liabilities		(2,876)	(2,191)	(1,503)	(909)
Net assets		483	387	681	615
Equity					
Called-up share capital	28	216	215	216	215
Share premium account	29	52	43	52	43
Equity component of preference shares	29	16	16	16	16
Special reserve	29	164	169	164	169
Share of joint ventures' and associates' reserves	29	178	243	–	–
Other reserves	29	9	5	48	46
Accumulated (losses)/profits	29	(152)	(304)	185	126
Total equity		483	387	681	615

On behalf of the Board

Sir David John Director
4 March 2008

A L P Rabin Director